

PUBLIC TRUSTEE FOR SASKATCHEWAN

FINANCIAL STATEMENTS

For the Year Ended March 31, 1990

OFFICE OF THE PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

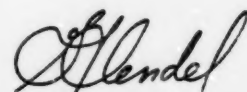
AUDITOR'S REPORT

To the Members of the Legislative Assembly
of Saskatchewan

I have examined the balance sheet of the Public Trustee for Saskatchewan as at March 31, 1990 and the statements of common trust revenue, distributed and undistributed earnings and changes in trust funds for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Public Trustee as at March 31, 1990 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles disclosed in Note 1 to the financial statements applied on a basis consistent with that of the preceding year.

Regina, Saskatchewan
October 5, 1990



G. F. Wendel, C.A.
A/Provincial Auditor

PUBLIC TRUSTEE FOR SASKATCHEWAN

BALANCE SHEET

As at March 31

	<u>1990</u>	<u>1989</u>
ASSETS		
Cash	\$ 423,230	\$ 56,317
Accrued interest receivable	1,527,908	1,630,030
Securities and other assets (Notes 1 & 2)	<u>75,435,858</u>	<u>72,268,190</u>
	<u>\$77,386,996</u>	<u>\$73,954,537</u>
LIABILITIES		
Accounts payable - estates (Note 1(e))	\$ 208,389	\$ 151,964
- administration fees (Note 3)	<u>1,425,547</u>	<u>1,343,328</u>
Total accounts payable	<u>1,633,936</u>	<u>1,495,292</u>
Funds held in trust for estates		
Distributed funds	74,266,776	70,829,215
Undistributed earnings (Statement 2)	<u>1,486,284</u>	<u>1,630,030</u>
Total funds held in trust for estates (Statement 3)	<u>75,753,060</u>	<u>72,459,245</u>
	<u>\$77,386,996</u>	<u>\$73,954,537</u>

(See accompanying notes to the financial statements)

PUBLIC TRUSTEE FOR SASKATCHEWAN
STATEMENT OF COMMON TRUST REVENUE, DISTRIBUTED AND
UNDISTRIBUTED EARNINGS

For the Year Ended March 31

	<u>1990</u>	<u>1989</u>
Common Trust Revenue:		
Interest from investments	\$ 6,782,747	\$ 6,402,549
Bank interest	59,752	36,007
Amortization of discounts net of premiums	246,025	145,705
Gain (loss) on sale of investments	<u>67,039</u>	<u>(7,650)</u>
Total available for distribution (Statement 3)	7,155,563	6,576,611
Undistributed earnings - beginning of year	1,630,030	1,435,613
Earnings distributed during year	<u>(7,299,309)</u>	<u>(6,382,194)</u>
Undistributed earnings - end of year (Statement 1)	<u>\$ 1,486,284</u>	<u>\$ 1,630,030</u>

(See accompanying notes to the financial statements)

PUBLIC TRUSTEE FOR SASKATCHEWAN
STATEMENT OF CHANGES IN TRUST FUNDS
For the Year Ended March 31

	<u>1990</u>	<u>1989</u>
Trust funds acquired:		
Estate capital - cash	\$ 4,918,267	\$ 4,833,113
- non cash assets	490,128	787,060
Revenue earned on behalf of trusts		
- common (Statement 2)	7,155,563	6,576,611
- individual	129,207	156,928
Wages and pension benefits	10,096,323	9,477,392
Property rentals	373,171	370,081
Miscellaneous	<u>1,405,883</u>	<u>1,804,817</u>
Total trust funds acquired	<u>24,568,542</u>	<u>24,006,002</u>
Trust funds expended:		
Released estates - cash	7,102,862	8,405,650
- non cash assets	1,296,127	317,193
Maintenance and other payments on behalf of estates	11,307,161	10,740,943
Administration fees (Note 3)	<u>1,568,577</u>	<u>1,435,658</u>
Total trust funds expended	<u>21,274,727</u>	<u>20,899,444</u>
Increase in trust funds	3,293,815	3,106,558
Balance, beginning of year	<u>72,459,245</u>	<u>69,352,687</u>
Balance, end of year (Statement 1)	<u>\$75,753,060</u>	<u>\$72,459,245</u>

(See accompanying notes to the financial statements)

PUBLIC TRUSTEE FOR SASKATCHEWAN
NOTES TO THE FINANCIAL STATEMENTS

March 31, 1990

1. Significant Accounting Policies

These financial statements have been prepared in accordance with the following accounting policies:

a) Common Trust Securities

- i) Common trust securities are purchased by the Public Trustee with the cash assets of the estates and are recorded at amortized cost except for short term investments which are recorded at cost. Unamortized discounts and premiums are amortized over the life of the investments. Gains or losses on the sale of investments are recognized in the year of the sale.
- ii) Interest earned on common trust securities is recorded on the accrual basis of accounting.
- iii) Interest received is distributed semi-annually to the individual trust accounts on September 30 and March 31.

b) Individual Trust Securities

Individual trust securities consist of investments held by individuals at the date their estates came under control of the Public Trustee and investments subsequently made in the name of individuals by the Public Trustee. These investments are valued as follows:

- i) Term deposits, bonds and RRSP's are recorded at par value at the date the Public Trustee assumes control of the securities. Reinvestment of individual securities are recorded at cost.
- ii) If it is in the best interest of an estate the Public Trustee makes contributions on behalf of the individual to the Saskatchewan Pension Plan. The individual investment together with the Government of Saskatchewan's matching contribution and the interest earned on the pension plan are recorded on the accrual basis of accounting.
- iii) Shares are recorded at the market value at the date the Public Trustee assumes control, with subsequent increases or decreases in market value being recognized and reflected in the trust accounts annually. If a market value cannot be determined the shares are recorded at a nominal value of \$1.

c) Other Assets

- i) Real estate holdings of infants are recorded at a nominal value of \$1.

ii) Real estate holdings of other individuals are recorded at appraised values at the date the Public Trustee assumes control or at cost if real estate is purchased by the Public Trustee on behalf of an individual. The recorded values are subject to periodic revaluation.

iii) Miscellaneous assets are recorded at amounts determined from information available to the Public Trustee at the date the Public Trustee assumes control of the assets. Subsequent adjustments are made if additional valuation information is received. If no valuation information is available, these assets are recorded at a nominal value of \$1.

d) Income on Individual Estates

Income from individual trust securities and other assets is recorded on the cash basis of accounting and is distributed to the individual trust accounts when received.

e) Accounts Payable - Estates

Accounts payable - estates are settled at such time as the assets of the estates are liquidated.

f) Other Transactions

All other transactions are recorded in the accounts as funds are received or disbursed.

2. Securities and Other Assets Held in Trust as at March 31

	<u>1990</u>	<u>1989</u>
Common Trust Securities:		
Bonds & debentures at par value (market value 1990 - \$50,711,679; 1989 - \$53,423,785)	\$54,912,560	\$55,312,638
Less unamortized premiums and discounts	<u>959,931</u>	<u>963,863</u>
Amortized cost	53,952,629	54,348,775
Short term investments at cost	<u>14,067,052</u>	<u>9,530,986</u>
	<u>68,019,681</u>	<u>63,879,761</u>
Individual Trust Securities:		
Term deposits, bonds & RRSP's (cost)	1,282,377	1,121,145
Saskatchewan Pension Plan Investment	215,128	115,912
Shares at market value	<u>476,491</u>	<u>685,107</u>
	<u>1,973,996</u>	<u>1,922,164</u>
Total securities (Schedule 1)	69,993,677	65,801,925
Individual Trusts - Other Assets:		
Real estate	5,067,751	6,155,262
Miscellaneous	<u>374,430</u>	<u>311,003</u>
Total Securities and Other Assets	<u>\$75,435,858</u>	<u>\$72,268,190</u>

3. Administration Fees

In accordance with The Public Trustee Regulations, administration fees are assessed and subsequently paid to the Consolidated Fund when collected from the estates.

4. Related Party Transactions

In accordance with section 53 of The Public Trustee Act, all general administrative and employee costs required for the administration of the Office of the Public Trustee are paid out of the Consolidated Fund of the Province of Saskatchewan (1990 - \$800,413; 1989 - \$716,194). Accordingly, no provision for these costs is included in these financial statements.

5. Authority

The Public Trustee for Saskatchewan was established under The Public Trustee Act. Effective April 1, 1984 the Public Trustee succeeded the Official Guardian appointed pursuant to The Infants Act and the Administrator of Estates appointed pursuant to The Administration of Estates of Mentally Disordered Persons Act.

6. Comparative Figures

Certain 1989 balances have been reclassified to conform with the current year's presentation.

PUBLIC TRUSTEE FOR SASKATCHEWAN

SCHEDULE OF SECURITIES HELD

As at March 31

	Common <u>Trust</u>	Individual <u>Trust</u>	1990 <u>Total</u>	1989 <u>Total</u>
Government of Canada	\$ 8,850,000	\$ 593,828	\$ 9,443,828	\$ 9,052,403
Provincial:				
Alberta	500,000	---	500,000	500,000
British Columbia	650,000	---	650,000	650,000
New Brunswick	675,000	---	675,000	675,000
Newfoundland	875,000	---	875,000	875,000
Nova Scotia	900,000	---	900,000	900,000
Ontario	3,595,000	---	3,595,000	3,225,000
Prince Edward Island	390,000	---	390,000	390,000
Saskatchewan	6,550,000	---	6,550,000	6,400,000
Municipalities:				
Alberta	1,225,000	---	1,225,000	1,225,000
British Columbia	200,000	---	200,000	200,000
Saskatchewan	187,000	---	187,000	217,000
Sundry Assets	30,296,454	903,677	31,200,131	31,921,186
Share Certificates	<u>19,106</u>	<u>476,491</u>	<u>495,597</u>	<u>1,004,213</u>
	54,912,560	1,973,996	56,886,556	57,234,802
Less unamortized premiums and discounts	<u>959,931</u>	<u>---</u>	<u>959,931</u>	<u>963,863</u>
	53,952,629	1,973,996	55,926,625	56,270,939
Short term investments	<u>14,067,052</u>	<u>---</u>	<u>14,067,052</u>	<u>9,530,986</u>
	<u>\$68,019,681</u>	<u>\$1,973,996</u>	<u>\$69,993,677</u>	<u>\$65,801,925</u>